

SAUDI LIME INDUSTRIES COMPANY
(A Saudi Joint Stock Company)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX MONTHS ENDED JUNE 30, 2025

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT-STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

AND INDEPENDENT AUDITOR'S REVIEW REPORT

FOR THE SIX MONTHS ENDED JUNE 30, 2025

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Independent Auditor's Review Report on the Interim Condensed Consolidated Financial Statements

To the Shareholders
Saudi Lime Industries Company
A Saudi Joint Stock Company
Riyadh - Kingdom of Saudi Arabia

Introduction

We have reviewed the interim condensed statement of financial position of Saudi Lime Industries Company – Saudi Joint Stock Company- ("the Company") as at June 30, 2025, the condensed interim statements of profit or loss and other comprehensive income for the six months period ended at June 30, 2025, the interim condensed changes in shareholders' equity and the interim condensed cash flows for six months then ended, and other explanatory notes.

Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with IAS 34 "Interim Financial Reporting. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Statements Information performed by the Independent Auditor of the Entity" approved in the Kingdom of Saudi Arabia. A review of interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that approved in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting" approved in the Kingdom of Saudi Arabia.

Other Matter

The interim condensed consolidated financial statements of Saudi Lime Industries Company for the six months ended June 30, 2025, were reviewed by another auditor who expressed an unmodified opinion on those interim condensed consolidated financial statements on Safar 23, 1446H (corresponding to August 27, 2024). The Company's financial statements for the year ended December 31, 2024, were also reviewed by the same auditor who expressed an unmodified opinion on those financial statements on Ramadan 26, 1446H (March 26, 2025).

FOR EL SAYED EL AYOUTY & CO.

Riyadh: August 21, 2025
Safar 27, 1447H



Abdullah Ahmad Balamash
Certified Public Accountant
License No. (345)

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SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT-STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

	Note	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
ASSETS			
Non-current assets			
Property, plant, and equipment - net	4	326,187,281	327,808,067
Intangible Assets - net	5	27,335,722	25,253,005
Right of use assets - net		3,197,568	3,480,867
Total non-current assets		356,720,571	356,541,939
Current assets			
Inventory – net	6	39,936,731	42,203,488
Trade receivables – net	7	73,999,906	63,087,686
Prepaid expenses and other debit balances	8	14,254,325	13,609,757
Cash and cash equivalents	9	19,946,520	17,020,875
Total Current assets		148,137,482	135,921,806
TOTAL ASSETS		504,858,053	492,463,745
EQUITY AND LIABILITIES			
Equity			
Share capital	10	220,000,000	220,000,000
Share premium		9,194,337	9,194,337
Other reserve		(5,285,720)	(5,014,428)
Retained earnings		82,832,366	73,165,650
Total Equity		306,740,983	297,345,559
LIABILITIES			
Non-current liabilities			
Employee-defined benefits obligations		9,208,700	9,289,687
Lease liabilities, non-current portion		3,388,767	2,966,786
Long-term loans, non-current portion	12	130,000,000	130,000,000
Financial instruments		774,131	774,131
Total non-current liabilities		143,371,598	143,030,604
Current liabilities			
Lease liabilities, current portion		-	519,670
Long-term loans, current portion	12	-	2,000,000
Due to related party		66,620	66,620
Trade payables		33,580,592	26,267,206
Accrued expenses and other credit balances		18,191,281	19,660,907
Dividends due to shareholders		1,377,531	1,377,531
Zakat provision	11	1,529,448	2,195,648
Total Current liabilities		54,745,472	52,087,582
Total liabilities		198,117,070	195,118,186
TOTAL EQUITY AND LIABILITIES		504,858,053	492,463,745



Chief Financial Officer



Chief Executive Officer



Chairman of the Board

The accompanying notes form an integral part of these interim condensed financial statements.

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT-STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

FOR THE SIX MONTHS ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

	Note	June 30, 2025 (Unaudited)	June 30, 2024 (Audited)
Revenues		122,536,062	90,033,870
Cost of Revenues		(89,442,145)	(64,668,836)
Gross profit		33,093,917	25,365,034
Selling and distribution expenses		(2,739,693)	(835,835)
General and administrative expenses		(15,791,133)	(14,926,331)
Operating profit		14,563,091	9,602,868
Finance cost		(5,299,365)	(1,658,211)
Other income, net		2,199,330	1,597,954
Profit for the period before Zakat		11,463,056	9,542,611
Zakat	11	(1,499,997)	(998,906)
Profit for the period		9,963,059	8,543,705
Other Comprehensive Income (OCI)			
<i>Items that will not be re-classified subsequently within profits or losses:</i>			
Actuarial losses from remeasurement of employees' defined benefit obligations		(271,292)	(203,828)
Total comprehensive income for the period		9,691,767	8,339,877
Basic and diluted earnings per share of:			
Net earnings per share attributable to shareholders of the parent company	15	0.45	0.39



Chief Financial Officer



Chief Executive Officer



Chairman of the Board

The accompanying notes form an integral part of these interim condensed financial statements.

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT-STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE SIX MONTHS ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

	Capital	Share premium	Statutory reserve	Other reserve	Retained earnings	Total equity
Period ending June 30, 2024						
Balance as of June 1, 2024	220,000,000	9,194,337	27,628,988	(5,213,436)	24,141,986	275,751,875
Net profit for the period	-	-	-	-	8,543,705	8,543,705
Other comprehensive income	-	-	-	(203,828)	-	(203,828)
Total comprehensive income for the period	-	-	-	(203,828)	8,543,705	8,339,877
Transferred from statutory reserve	-	-	(27,628,988)	-	27,628,988	-
Balance as of June 30, 2024 (unaudited)	220,000,000	9,194,337	-	(5,417,264)	60,314,679	284,091,752
Period ending June 30, 2025,						
Balance as of January 1, 2025, (audited)	220,000,000	9,194,337	-	(5,014,428)	73,165,650	297,345,559
Adjustments to retained earnings	-	-	-	-	(296,343)	(296,343)
Adjusted balance as of January 1, 2025 (Audited)	220,000,000	9,194,337	-	(5,014,428)	72,869,307	297,049,216
Profit for the period	-	-	-	-	9,963,059	9,963,059
Other comprehensive income	-	-	-	(271,292)	-	(271,292)
Total comprehensive income for the period	-	-	-	(271,292)	9,963,059	9,691,767
Balance as of June 30, 2025 (unaudited)	220,000,000	9,194,337	-	(5,285,720)	82,832,366	306,740,983



Chief Financial Officer



Chief Executive Officer



Chairman of the Board

The accompanying notes form an integral part of these interim condensed financial statements.

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT-STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

	Note	June 30, 2025	June 30, 2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit before zakat		11,463,056	9,542,611
Adjustments for:			
Depreciation of property, plant, and equipment	4	11,083,266	7,442,440
Depreciation of rights of use assets		283,300	198,662
Amortization of intangible assets		650,315	242,153
Employees defined benefits obligation		1,103,152	623,264
Gain from disposal of property, plant, and equipment		-	(47,138)
Finance costs		5,299,365	44,704
Reversal of the provision for obsolete and slow-moving inventory		-	(1,154,376)
Changes in operating assets and liabilities:			
Reversal of the provision for Zakat		(231,202)	-
Inventory		2,266,756	(7,748,450)
Trade receivables		(11,440,929)	(9,040,476)
Prepaid expenses and other debit balances		(644,567)	(6,465,909)
Due to related party		-	96,797
Trade payables		7,313,386	1,951,946
Accrued expenses and other credit balances		(1,694,566)	1,814,109
		<u>25,451,332</u>	<u>(2,499,663)</u>
Zakat paid	11	(1,934,996)	(1,997,812)
Finance costs - paid		(4,784,102)	-
Employee defined benefits obligation paid		(1,513,390)	(738,443)
		<u>17,218,844</u>	<u>(5,235,918)</u>
Net cash provided by / (used in) from operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant, and equipment	4	(10,798,611)	(1,497,272)
Proceed from sales of property, plant, and equipment		-	112,260
Purchase of Intangible Asset		(1,396,898)	(77,688)
Consideration paid in the acquisition of a subsidiary		-	(35,000,000)
Cash acquired through the acquisition of a subsidiary		-	71,611
		<u>(12,195,509)</u>	<u>(36,391,089)</u>
Net cash used in investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Capital increase		-	-
Collected from loans		-	135,000,000
Repaid from loans	12	(2,000,000)	(131,850,000)
Leases obligation paid		(97,690)	(183,750)
		<u>(2,097,690)</u>	<u>2,966,250</u>
Net cash (used in) / provided by financing activities			
Net changes in cash and cash equivalents			
Cash and cash at equivalents at the beginning of the period	10	17,020,875	41,949,870
Cash and cash at equivalents at the end of the period	9	<u>19,946,520</u>	<u>3,289,113</u>
NON-CASH TRANSACTIONS			
Goodwill resulting from the acquisition		-	8,563,815
Transferred from statutory reserve to retained earnings		-	27,628,988
Actuarial losses from remeasurement of employees' defined benefit obligations		(271,292)	(203,828)



Chief Financial Officer



Chief Executive Officer



Chairman of the Board

The accompanying notes form an integral part of these interim condensed financial statements.

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

1. ORGANIZATION AND ACTIVITY

Saudi Lime Industries Company ("the Company" or "the Parent Company") is a Saudi joint stock company registered in Riyadh, Kingdom of Saudi Arabia under Commercial Registration No. 1010011738 dated 10 Rabi' Al-Thani 1397H (corresponding to 29 March 1997G), and the Company operates under Industrial License No. 11 dated 5 Rabi' Al-Thani 1441H (corresponding to 2 December 2019G). The Company's head office is located in Riyadh, Al-Kharj Road - Second Industrial City, P.O. Box 355208, Riyadh 11383, Kingdom of Saudi Arabia.

The company's activities include managing and leasing self-storage warehouses, manufacturing chemical components, manufacturing sand bricks, floor blocks, roof tiles, and chimney pots, manufacturing quicklime, manufacturing slaked lime, manufacturing partitions, panels, frames, and prefabricated concrete buildings, purchasing, selling and dividing lands and real estate, selling off-plan activities, managing and leasing non-residential owned or leased real estate, retail sale of building materials, including (cement, blocks, gypsum, cement tiles, etc.).

The company operates through its branches and its subsidiary companies listed below:

Branch name	City	CR. No.	Branch registration date
Saudi Factory for Lime Sand Bricks and Building Materials	Jeddah	4030038260	Jumada al-Akhirah 1, 1403 H
Saudi Lime Industries Company	Riyadh	1010831123	Rabi' al-Awwal 6, 1444 H
Saudi Lime Industries Company	Riyadh	1010839140	Rabi' al-Thani 12, 1444 H
COMPANY MASSANA ALJER FOR MINING	Al Kharj	1011024065	Rajab 11, 1437 H

These condensed consolidated interim financial statements include the accounts of the Company and the following subsidiary in which the Parent Company directly owns 100% of the capital (together referred to as the "Group"):

Subsidiary name	CR. No.	Country of establishment	Direct ownership percentage	
			June 30, 2025	December 31, 2024
COMPANY MASSANA ALJER FOR MINING	1010318438	KSA	100%	100%

COMPANY MASSANA ALJER FOR MINING is engaged in quarrying, gypsum and anhydrite mining, sand or gravel mining, and crushers.

2. BASIS OF PREPARATION

Statement of Commitment

The accompanying condensed consolidated interim financial statements have been prepared by International Accounting Standard No. (34) "Interim Financial Reporting" as adopted in the Kingdom of Saudi Arabia.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the full annual consolidated financial statements; therefore, they should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2024.

The results of operations for the period ended June 30, 2025, may not be considered an accurate indication of the expected results for the fiscal year ending December 31, 2025.

Functional and presentation currency

The condensed consolidated interim financial statements are presented in Saudi Riyals, which is the functional and reporting currency. All amounts are presented to the nearest Saudi Riyal unless otherwise indicated.

Basis for consolidation of condensed consolidated interim financial statements

The Group reassesses whether it exercises control over an investee when facts and circumstances indicate that there are changes in the elements of control. Consolidation of a subsidiary begins when control of the subsidiary is transferred to the Group and ceases when the Group loses such control. Assets, liabilities, income, and expenses of a subsidiary

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

acquired during the period are included in the condensed consolidated interim financial statements from the date on which control is transferred to the Group until the Group ceases to exercise such control over the investee.

2. BASIS OF PREPARATION (CONTINUED)

Basis for consolidation of condensed consolidated interim financial statements (Continued)

In particular, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. rights that give the Group the current ability to direct the activities of the investee).
- Exposure to, or rights to, variable returns from its involvement with the investee.
- The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that most of the voting rights result in control. In support of this presumption, when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it exercises power over an investee, including:

- The contractual arrangement(s) with the other vote holders of the investee.
- Rights arising from other contractual arrangements.
- The Group's voting rights and potential voting rights.

Income and each item of other comprehensive income related to the Group's equity. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group.

All intra-group assets and liabilities, equity, income, expenses, and cash flows relating to transactions between Group companies are eliminated in full on consolidation of the interim condensed consolidated financial statements.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies applied to these interim condensed consolidated financial statements are the same as those applied to the financial statements for the year ended December 31, 2025.

3.1. New Standards, Amendments to Standards and Interpretations

New standards and amendments effective from 1 January 2024, as well as new standards effective from 1 January 2025 and amendments effective during 2026 and 2027, have been issued and are explained in the Company's annual financial statements but do not have a material impact on the Group's interim condensed consolidated financial statements as at 30 June 2025. The Group did not have to change its accounting policies or make retrospective adjustments as a result of applying these amended standards.

3.2. Business Aggregation and goodwill

The acquisition method of accounting is used to account for acquisitions of subsidiaries. The cost of an acquisition is measured at the fair value of the asset given or the liabilities incurred or assumed at the acquisition date, plus any costs directly attributable to the acquisition. The excess of the cost of an acquisition over the fair value of the Group's share of the net identifiable assets acquired and liabilities assumed is recorded as goodwill. Goodwill is tested annually for impairment and is carried at cost less impairment losses, if any. Acquisition-related costs are expensed as incurred and included in administrative expenses.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation by the contractual terms, economic circumstances, and pertinent conditions as of the acquisition date. This includes the separation of embedded derivatives from the host contracts during the acquisition.

Any contingent consideration transferred by the acquirer is recognized at fair value at the acquisition date. All contingent considerations (except for consideration classified as equity) are measured at fair value with changes in fair value recognized in profit or loss. Contingent consideration classified as equity is not remeasured and subsequent settlement is accounted for within equity.

Goodwill is initially measured as the excess of the cost of acquisition over the fair value of the Group's share of the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is more than the aggregate consideration transferred, the Group reassesses whether it has correctly identified all the assets acquired and all of the liabilities assumed, and reviews the procedures used to measure the amounts to be recognized at the acquisition date.

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

If the reassessment still results in an excess of the fair value of the net assets acquired over the aggregate consideration transferred, the gain is recognized in the consolidated statement of comprehensive income as a bargain purchase gain.

3. MATERIAL ACCOUNTING POLICIES (CONTINUED)

3.2. Business Aggregation and goodwill (continued)

After initial recognition, goodwill is measured at a cost less than any accumulated impairment losses. For impairment testing, goodwill acquired in a business combination is allocated, from the acquisition date to each of the Group's cash-generating units ("cash-generating units") that are expected to benefit from the synergies of the combination, regardless of whether other assets or liabilities are allocated to those units.

When goodwill is allocated to a cash-generating unit and part of the operation within that unit is disposed of, the goodwill associated with the operation disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal of the operation. Goodwill disposed of in these circumstances is measured based on the relative values of the operation disposed of and the part of the cash-generating unit retained.

3.3. Acquisition of a Subsidiary

As of December 31, 2023, COMPANY MASSANA ALJER FOR MINING ("Astra Mining") was 77.3% owned by Astra Industrial Group and 22.7% owned by Tharawal Mining Company. On February 21, 2024, Astra Industrial Group and Tharawal Mining Company signed an agreement with Saudi Lime Industries Company ("the Company") to divest its entire investment in Astra Mining at a transaction price of SAR 35 million in exchange for a 100% equity stake, in addition to settling the amounts owed by Astra Mining Company amounting to SAR 129.55 million. The transaction was subject to the completion of certain conditions by the Company, which were met on May 19, 2024. Accordingly, control was transferred to the Company on this date, and its financial statements have been consolidated within these interim condensed consolidated financial statements.

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025 (EXPRESSED IN SAUDI RIYALS)

4. PROPERTY, PLANT AND EQUIPMENT

	Land		Buildings and construction		Machinery and equipment		Electronic Devices		Strategic spare parts		Others		Capital work in progress		Total	
	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR	SR
<u>Cost</u>																
January 1, 2025	30,289,061	143,110,607	475,096,559	4,195,128	4,585,939	17,288,802	9,494,934	684,061,030								
Additions	-	-	552,819	95,268	-	14,562	10,886,320	11,548,969								
Transferred to intangible assets	-	-	-	-	-	-	(1,340,593)	(1,340,593)								
Disposals	-	-	-	-	(390,619)	-	(359,740)	(750,359)								
As at June 30, 2025	30,289,061	143,110,607	475,649,378	4,290,396	4,195,320	17,303,364	18,680,921	693,519,047								
<u>Accumulated depreciation</u>																
January 1, 2025	-	70,256,642	272,380,152	1,147,792	920,645	11,547,732	-	356,252,963								
Charged to the period	-	1,878,622	7,978,871	503,958	228,030	506,554	-	11,096,035								
Disposals	-	-	-	-	(17,232)	-	-	(17,232)								
As at June 30, 2025	-	72,135,264	280,359,023	1,651,750	1,131,443	12,054,286	-	367,331,766								
<u>Net book value</u>																
As at June 30, 2025	30,289,061	70,975,343	195,290,355	2,638,646	3,063,877	5,249,078	18,680,921	326,187,281								
As at December 31, 2024	30,289,061	72,853,965	202,716,407	3,047,336	3,665,294	5,741,070	9,494,934	327,808,067								

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025**

(EXPRESSED IN SAUDI RIYALS)

5. INTANGIBLE ASSETS

	June 30, 2025	December 31, 2024
Intangible assets – goodwill	8,563,815	8,563,815
Intangible assets – other (note 4)	18,771,907	16,689,190
Total	27,335,722	25,253,005

6. INVENTORY

	June 30, 2025	December 31, 2024
Finished production	19,967,031	20,372,741
Raw materials	8,589,565	5,522,470
Production in progress	1,228,027	331,092
Parts	15,408,645	20,542,119
	45,193,268	46,768,422
Less: Impairment of inventory	(5,256,537)	(4,564,934)
	39,936,731	42,203,488

The movement in the provision for impairment for the period/year ended is as follows:

	June 30, 2025	December 31, 2024
Balance at the beginning of the period/year	4,564,934	2,629,165
Charged to Period/Year, Net	691,603	1,935,769
Balance at the end of the period/year	5,256,537	4,564,934

7. TRADE RECEIVABLES

	June 30, 2025	December 31, 2024
Trade receivables	78,932,636	67,985,125
Provision for expected credit losses	(4,932,730)	(4,897,439)
	73,999,906	63,087,686

The movement in the provision for expected credit losses during the period / year is as follows:

	June 30, 2025	December 31, 2024
Balance at the beginning of the period/year	4,897,439	5,941,310
Charged / (Refunded) - to the period / year	35,291	(1,704,164)
Acquisition result additions	-	660,293
Balance at the end of the period/year	4,932,730	4,897,439

SAUDI LIME INDUSTRIES COMPANY

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

(EXPRESSED IN SAUDI RIYALS)

8. PREPAID EXPENSES AND OTHER DEBIT BALANCES

	June 30, 2025	December 31, 2024
Advances to suppliers	9,314,629	6,300,282
Prepaid expenses	2,507,943	2,863,667
Accrued revenues	1,872,323	1,378,192
Value Added Tax (VAT)	-	1,574,383
Employee receivables	178,295	276,148
Margins on letters of guarantee	252,457	252,457
Refundable deposits	124,512	26,570
Other	4,166	938,058
	14,254,325	13,609,757

9. CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024
Cash at banks	8,926,520	4,408,540
Cash on hand	20,000	4,612,335
Short term deposits	11,000,000	8,000,000
	19,946,520	17,020,875

10. SHARE CAPITAL

On Dhu al-Qi'dah 30, 1443H, corresponding to June 29, 2022, the General Assembly of Shareholders approved an increase in the Company's capital from SR. 200 million to SR. 220 million through the issuance of 2 million shares and their initial public offering. The offering of 2 million shares at a par value of SR. 10 per share was completed on April 27, 2023, with proceeds from the offering amounting to SR. 34 million, at SR. 17 per share. Transaction costs for the issuance of the new shares amounted to SR. 4,805,663, which were deducted from the share premium account. Consequently, the share premium amounted to SR. 9,194,337.

11. ZAKAT PROVISION

The movement of zakat provision during the period/year is as follows:

	June 30, 2025	December 31, 2024
Balance at the beginning of the period/year	2,195,648	2,180,668
Provided during the period/year	1,499,997	2,012,791
Payments during the period/year	(2,166,197)	(1,997,811)
Balance at the end of the period/year	1,529,448	2,195,648

Status of Zakat

Parent Company

The company has filed zakat returns for all prior years up to the year ending December 31, 2024. It has obtained a zakat certificate valid until April 30, 2026.

The audit of the years up to the year ending December 31, 2023, has been completed and all of the Company's zakat assessments conducted by the Zakat, Tax and Customs Authority ("the Authority") have been approved. In July 2025, the Authority requested an audit of the zakat and tax return for the year 2024.

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(EXPRESSED IN SAUDI RIYALS)

11. ZAKAT PROVISION (CONTINUED)

Subsidiary Company

COMPANY MASSANA ALJER FOR MINING ("the Company") has filed its zakat returns for all previous years up to the year ending 31 December 2024. No zakat assessments have been made by the Authority as of the date of preparation of the condensed consolidated financial statements.

12. LONG TERM LOAN

During 2024, the Group signed credit facility agreements (compliant with Islamic Sharia) with local banks to finance acquisitions and finance operating expenses. The facility limit used amounted to SR. 130 million and is secured by promissory notes amounting to SR. 162 million. The facility agreements include a grace period of 18 months, a profit margin plus SIBOR, and a repayment period of semi-annual to five years after the end of the grace period. The facilities used are as follows:

	June 30, 2025	December 31, 2024
Current assets	-	2,000,000
Non-Current assets	130,000,000	130,000,000
Total	130,000,000	132,000,000

The movement in loans during the period/year was as follows:

	June 30, 2025	December 31, 2024
Balance at the beginning of the period/year	132,000,000	2,300,000
Collector during the period/year	-	135,000,000
Paid during the period/year	(2,000,000)	(5,300,000)
Balance at the end of the period/year	130,000,000	132,000,000

13. TRANSACTIONS WITH RELATED PARTIES

The following is a statement of the remuneration of the members of the Board of Directors and other senior management personnel for the period:

	June 30, 2025	December 31, 2024
Short-term salaries and benefits	1,898,607	1,779,528
End-of-service indemnity	60,579	83,759
Total compensation of senior management staff	1,959,186	1,863,287

During the period, the Group conducted transactions with related parties, the following is a statement of transactions and balances for the period:

Related Party	Nature of the Relationship	Nature of Transaction	Transactions for the six months ending June 30	
			2025	2024
Board Members	Board of Directors	Rewards	1,846,426	1,537,558
		Payments	102,000	169,011
Saudi Insulating Bricks Company	Associate (Under liquidation)	Payments	0	21,275

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(EXPRESSED IN SAUDI RIYALS)

14. OPERATING SEGMENTS

The Group is engaged in the manufacture of quicklime in various sizes; slaked lime in all types of packaging; dolomite and supplying different sizes through crushing and grinding operations as well as grinding and sorting operations for these sizes for the glass and filter industry, including the manufacture of sandstone building blocks and cladding bricks for building facades from sandstone.

The following tables present information on revenues and total profits for the Group's operating segments for the six months ended June 30, 2025, and 2024:

For the six months ended June 30, 2024 (unaudited)

	Limestone segment	Carbonate segment	Block segment	Total	Disposals segment	Total
Revenues	71,762,678	10,780,777	7,607,544	90,150,999	(117,129)	90,033,870
Cost of revenues	(51,100,890)	(8,751,294)	(4,933,781)	(64,785,965)	117,129	(64,668,836)
Gross profit	20,661,788	2,029,483	2,673,763	25,365,034	-	25,365,034

For the six months ended June 30, 2025 (unaudited)

	Limestone segment	Carbonate segment	Block segment	Total	Disposals segment	Total
Revenues	105,788,030	13,872,512	8,397,280	128,057,822	(5,521,760)	122,536,062
Cost of revenues	(77,265,117)	(12,843,367)	(4,742,687)	(94,851,171)	5,409,026	(89,442,145)
Gross profit	28,522,913	1,029,145	3,654,593	33,206,651	(112,734)	33,093,917

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(EXPRESSED IN SAUDI RIYALS)

15. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share attributable to the shareholders of the parent company are calculated based on the weighted average number of shares outstanding during the period. Diluted earnings per share are calculated by adjusting basic earnings per share for the weighted average number of additional ordinary shares that would have been issued on the conversion of all potential dilutive shares into ordinary shares. Diluted earnings per share are the same as basic earnings per share as the Group does not have any dilutive instruments.

	June 30, 2025	June 30, 2024
Period profit	9,963,059	8,543,705
Weighted average number of shares	22,000,000	22,000,000
	0,45	0.39

16. STATUTORY RESERVE

Under the previous Articles of Association, the Company was required to transfer 10% of net income to the statutory reserve until it reached 30% of the capital. With the amendments made to the Companies' Act in the Kingdom of Saudi Arabia, there is no longer an obligation to maintain the statutory reserve. Accordingly, the shareholders resolved at the Extraordinary General Assembly held on May 8, 2024, to amend the Company's Articles of Association. Pursuant to the resolution, the statutory reserve amounting to SR. 27,628,988 was transferred to retained earnings.

Under the amended Articles of Association, the General Assembly of Shareholders has the right, when determining the share of profits for the shares, to decide to form new reserves to the extent that serves the interest of the Company or ensures the distribution of fixed dividends as much as possible to shareholders.

17. FINANCIAL INSTRUMENTS

Financial instruments are classified as follows:

	June 30, 2025	December 31, 2024
FINANCIAL ASSETS		
Cash And Cash Equivalents	19,946,520	17,020,875
Trade receivables	73,999,906	63,087,686
Total Financial Assets	93,946,426	80,108,561
FINANCIAL LIABILITIES		
Lease liabilities	3,388,767	3,486,456
Long term loans	130,000,000	130,000,000
Trade payables	33,580,592	26,267,206
Accrued expenses and other credit balances	18,191,281	19,660,907
Due to a related party	-	66,620
Dividends due to shareholders	1,377,531	1,377,531
Derivative financial instruments	774,131	774,131
Total Financial Liabilities	187,312,302	181,632,851

18. CONTINGENT LIABILITIES

The banks with which the Group deals, on its behalf, issued financial guarantees and letters of credit amounting to SR. 7.6 million as of June 30, 2025, and SR. 3.5 million as of 31 December 2024 on the execution of contracts, during the ordinary business cycle.

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19. SUBSEQUENT EVENTS

On July 15, 2025, the Extraordinary General Assembly approved increasing the Company's capital by issuing 5% bonus shares to the Company's shareholders, equivalent to SR. 11 million.

In management's opinion, no significant subsequent events after the period ended on 30 June 2025 could have a material impact on the Group's interim condensed consolidated statement of financial position or its business results.

20. APPROVAL OF THE INTERIM CONSOLIDATED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The issuance of these interim condensed consolidated financial statements was authorized and approved by the Group's Board of Directors on 27 Safer 1447H (corresponding to 21 August 2025).